

Application for Site and/or Bond Release

Operator/Permittee: Lakeview Rock Products, Inc.

Mine/Project Name: Beck Street Quarry

File Number: M/035/0020

Check One:

☒ Large Mine

☐ Small Mine

☐ Exploration

Check one:

☒ Partial Release of a portion of the mine site: Acres to be released: 0 Acres Remaining: 98
Specify Area: _____

☐ Full Release of a portion of the mine site: Acres to be released: _____
Specify Area: _____
(A new map will need to be provided for the Notice or plan removing the released area from the disturbed or bonded area.)

☐ Partial Release of entire mine site: Total Acres to be released: _____
(Backfilling and grading are completed)

☐ Full Release of entire mine site: Total Acres to be released: _____
(Vegetation is established and has survived three growing seasons.)

Amount of Existing Surety: \$363,100.00

Amount of Surety requested for release: \$289,000.00

Reason for Bond Release Request: Completed reclamation items
(see Bond Summary Sheet)

Complete this section if the money released from this application is to be used as surety for future disturbance.

Release bond on: _____ Acres (specify area) _____

Apply Bond to: _____ Acres (specify area) _____

Check Applicable Boxes

DESCRIPTION of RECLAMATION ACTIVITIES COMPLETED
(Describe any variance(s) that have been granted, date activity completed)

☐ Wells Plugged / shafts sealed

☐ Disposal of debris & other materials
incident to mining

RECEIVED

Bonding Calculations

Direct Costs

Subtotal Demolition and Removal	\$66,400.00
Subtotal Backfilling and Grading	\$114,900.00
Subtotal Revegetation	\$27,900.00
Subtotal Direct Costs	\$209,200.00

Indirect Costs

Mob/Demob	\$20,920.00	10.0%
Contingency	\$10,460.00	5.0%
Engineering Redesign	\$5,230.00	2.5%
Main Office Expense	\$14,226.00	6.8%
Project Management Fee	\$5,230.00	2.5%
Subtotal Indirect Costs	\$56,066.00	26.8%

Total Cost 2011 **\$265,266.00**

Number of years for escalation 5
Escalation factor 0.017
Escalation \$23,327.00

Reclamation Cost Escalated \$288,593.00

Bond Amount (rounded to nearest \$1,000) **\$289,000.00**
2016 Dollars

Posted Bond \$363,100.00

Difference Between Cost Estimate and Bond -\$74,100.00
Percent Change -20.41%

NOTES to explain why new bond is lower than old bond:

Note that the following reclamation work has been completed:

Safety Berms across top of quarry - reclaimed through seedi	\$60,384.00
Fencing - complete	\$9,570.00
Gates & signs - complete	\$1,210.00
One bench - reclaimed through seeding	
TOTAL value of reclam. work to be released (as per previous bond calculations)	\$71,164.00
Difference between old and new bond calcs:	-\$2,936.00